

## ROUTING AND RECORD SHEET

SUBJECT: (Optional)

Proposed breakfast item for meeting with DepSecDef.

Executive Registry

FROM:

EXTENSION

NO.

87-0029x

D/CCISCMS/ICS

Via Rm. 1225 Ames Bldg.

DATE

2 January 1987

TO: (Officer designation, room number, and building)

DATE

OFFICER'S INITIALS

COMMENTS (Number each comment to show from whom to whom. Draw a line across column after each comment.)

RECEIVED

FORWARDED

1.

EO/ICS

JAN

5 1987

2.

DD/ICS

5 JAN

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1/5 To 5: Attached is proposed breakfast item for meeting with DepSecDef.

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BREAKFAST ITEM

Acting Director Central Intelligence  
and  
Deputy Secretary of Defense

Background

- o Elimination of funding for security enhancements from DoD FY 1988 budget will leave the executive branch subject to criticism by SSCI and without clearly needed countermeasure capabilities identified in the President's report.
- o In the final review of the Defense Investigative Service (DIS) FY 1988 budget, the Deputy Secretary of Defense cut \$22M designed to fund some of the security enhancement recommendations in Stilwell Commission report on DoD security policies and practices.
- o The funding was for expanded scope of investigations for Secret clearance, expansion of criminal history record checks, the Defense Security Institute, inter alia.
- o The cut was based upon the perceived impact of the DoD Reorganization Act (Goldwater Bill). OSD is faced with implementation of a five percent reduction at the end of FY 1988 and 10 percent reduction for FY 1989, both based on FY 1986 end strength.

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- o The DepSecDef felt he could not support enhancements for the Stilwell Commission recommendations, when DIS will be cut five percent under the Reorganization Act. The only elements exempted from any cuts by OSD are SDI, US Dependent Schools, and Washington Headquarters Services. NSA is the only DoD agency exempted from any reductions under the Goldwater Bill.

#### Issue

- o While the basis for this decision is understandable, failure to provide for important aspects of Stilwell recommendations are a rebuttal of aspects of the President's report and the SSCI report on security countermeasures.
- o One reason for SIG-I restructuring, and as related to SSCI, was to heighten awareness of program managers to security countermeasure needs and enable SIG-I to play a more active role in countermeasures area.
- o There is a need for the SIG-I to show greater support for, and awareness of, security countermeasures requirements or SSCI will continue to insist on a national security countermeasures manager i.e., a "Director of Central Security."
- o DepSecDef should be urged to find some way to finance, at the least, the most critical of Stilwell recommendations.

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